

Message Text

UNCLASSIFIED

PAGE 01 CAIRO 09568 291802Z

ACTION AGRE-00

INFO OCT-01 NEA-10 ISO-00 AID-05 EB-08 L-03 CIAE-00

INR-10 NSAE-00 COME-00 TRSE-00 OMB-01 XMB-04 /042 W

-----025043 300618Z /65

R 291749Z MAR 78

FM AMEMBASSY CAIRO

TO SECSTATE WASHDC 7331

UNCLAS CAIRO 09568

PASS USDA

E.O. 11652:N/A

TAGS:EAGR,EG

SUBJECT: CCC CREDITS

1. DURING COURSE OF CEREMONY FOR SIGNING AID AGREEMENTS TODAY, MINISTER OF ECONOMY HAMED EL SAYEH AGAIN RAISED QUESTION OF COTTON IMPORTS WITH AMBASSADOR. EL SAYEH INDICATED THAT GOE CONTINUES TO FACE CRITICAL CRUNCH IN IMPORTING SHORT STAPLE COTTON FOR EGYPTIAN TEXTILE INDUSTRY. SINCE AID CIP FINANCING FOR INITIAL 30,000 BALES HAS ALREADY BEEN UTILIZED AND NEW ORDERS MUST BE PLACED, AND SINCE CCC CREDITS NOT YET AVAILABLE, EL SAYEH SAID THAT GOE IS ARRANGING WITH GULF ORGANIZATION FOR DEVELOPMENT OF EGYPT (GODE) TO UTILIZE DOLLARS 10 MILLION FOR BRIDGE FINANCING ON ADDITIONAL COTTON PURCHASES. EL SAYEH SAID HE EXPECTED THIS DOLLARS 10 MILLION TO BE USED FOR PURCHASES OF AMERICAN SHORT STAPLE COTTONS. WE PRESUME MINISTRY SUPPLY AND COTTON COMPANIES WILL SOON BE ON THE MARKET WITH THIS FINANCING AVAILABLE.

2. IN MEANTIME, MINISTER INDICATED HE HAS RECEIVED LETTER

UNCLASSIFIED

UNCLASSIFIED

PAGE 02 CAIRO 09568 291802Z

FROM USAID DIRECTOR (PREPARED IN COORDINATION WITH AGRICULTURAL ATTACHE) AGAIN REITERATING USDA REQUIREMENTS FOR ESTABLISHMENT OF CCC LINE OF CREDIT. EL SAYEH STATED HE HAS ALREADY INSTRUCTED NATIONAL BANK OF EGYPT TO COME UP WITH FIRM PROPOSALS ON HOW CCC REQUIREMENTS FOR BANKING ARRANGEMENTS CAN BE MET. HE HOPES TO BE ABLE TO GIVE WRITTEN STATEMENT TO AMBASSADOR ON THIS MATTER IN NEAR

FUTURE.

3. BELIEVE WE MAY BE RAPIDLY APPROACHING A POINT WHERE IT
WILL BE POSSIBLE BEGIN FORMAL NEGOTIATIONS ON CCC LINE OF
CREDIT FOR COTTON ALTHOUGH WE RECOGNIZE THAT IN ADDITION
TO WORKING OUT BANKING ARRANGEMENTS, GOE WILL HAVE TO BRING
CCC AND PL 480 ARREARAGES UP TO DATE. ON THIS LATTER
POINT, WE ARE WORKING CLOSELY WITH NATIONAL BANK TO REDUCE
ARREARAGES WHICH ACCORDING TO OUR RECORDS ARE NOW DOWN
TO ABOUT DOLLARS 100,000. EILTS#

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: CREDIT, COTTON, AGRICULTURAL IMPORTS
Control Number: n/a
Copy: SINGLE
Draft Date: 29 mar 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 jan 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978CAIRO09568
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780137-0852
Format: TEL
From: CAIRO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780315/aaaaamgz.tel
Line Count: 72
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: d221febb-c288-dd11-92da-001cc4696bcc
Office: ACTION AGRE
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 29 mar 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: N/A
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3174381
Secure: OPEN
Status: NATIVE
Subject: CCC CREDITS
TAGS: EAGR, EG, CCC
To: STATE
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/d221febb-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014